App. F. IX-4

PRESERVED

Previous References

97402-34(1)

1935.
(97)

File No. 302-35

Serial Nos. 1

P 11E

P

Letter References.

97.221-37(1-2)

GENERAL AND REVENUE SECRETARIAT

Serial No. one

Part B for June 36.

SUBJECT.

Removal of Salary cut from 1st July 1936.

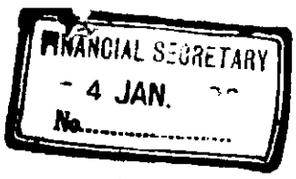
SC1

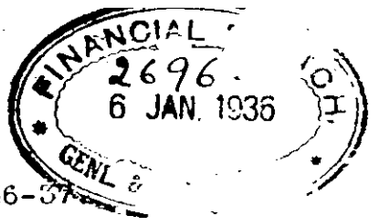
No. H 8329 dt 15-6-1936.
To. The Comptroller

WD 03607—GPB—22,500—2-8-35

States that the emergency reduction in Salaries will not be Continued from 1936-37. (including claims for June 36 payable during 36-37)

Rev





Budget 1936-37

U.O.No.847/Books dated 3rd January 1936.

Kind reference is invited to Government Order No. Fl.9019-78/G.F.402-34-1 dated 17-6-35 re the emergency reduction in salaries during 1935-36. The preparation of the detailed budget estimates for the year 1936-37 under 'Salaries' and 'Establishment' (Appendix 'B') has to be taken up early and I request orders of Government as to whether the Salary Cut may be treated as continued and if so what rates should be adopted for purposes of calculation in the estimates relating to 36-37.

Comptroller.

To

The Financial Secretary to Govt.
Bangalore
with compliments.

U.

DEWAN'S OFFICE
15 JAN. 1936,
No. 4650

Serial No.

Ref:- Unofficial Note No.647 Books dated 3rd January 1936 from the Comptroller, requesting immediate orders of Government as to whether the Salary Cut may be treated as in force during 1936-37 etc, for the preparation of the Budget Estimates for 1936-37 relating to Salaries and Establishment.

The existing rates of cut in Salaries and the amount of savings per annum realised on this account are noted below:-

Grades	Percentage	Savings per annum (Approximate) Rs.
Salaries exceeding Rs.100 and up to and inclusive of Rs.350.	2½	60,000
Salaries exceeding Rs.350	5	1,40,000
		2,00,000

The Comptroller solicits instructions as to whether the present rates of cut may be treated as in force during 1936-37 for the preparation of the Budget estimates for 1936-37, and definite orders in the matter have to be communicated to him - immediately, as he is now preparing additional Estimates of Depts.

The rough forecast of the probable revenue and expenditure during the current year, with reference to the progress of actuals during the first six months of the current year, received from the Comptroller, has been submitted to day with my remarks. From this Forecast, it will be seen that, if the estimated receipts under 'Land Revenue' are realised and if further additional expenditure is not permitted to be incurred during the current year, the Revenue Account of the - current year is likely to be a balanced one. It is too early to say what will be the position during the next year. Information as to the

(Linked)

WD 2030—GPB—250—2-6-34

Serial No.

probable revenue and expenditure during the next year has been called for from the Heads of departments and on receipt of replies from them, a detailed forecast of both the revised estimates of the current year and of the Budget Estimates of the next year will be submitted. Assuming that the Revenue account of the current year will be balanced, and that the collections during the next year under Land Revenue, Income-tax and Mining Revenue will generally follow the Revised anticipations of the current year, we may expect a Revenue surplus of about Rs.3 lakhs as shown below:-

Anticipated improvement in Revenue as compared with the Revised for 1934-35.

		Rs.in lakhs.
II	Forest. Sandal Oil Net receipts. Fall of Rs.1 lakh anticipated in the current year not likely to continue during 1936-37.	1.00
IX	Interest (On account of the discharge of the Railway sterling loan, and increased in loans and advances to Local Bodies, Sri Krishnarajendra Mills etc.)	2.00
XXIV	Railways (Heavy fall expected during the current year not expected to continue during 1936-37)	1.00
XXV	K.R.S.Hydro Electric Works(Revenue from Bhadravati and new town electrifications).	1.00
XIII	Misc.-Sale of sites-Kumbaragundi extension.	1.00
	Total...	+ 6.00

Decrease in Expenditure.

15.	Pensions (Provision for 13 months' pension made during the current year including the pension for June 1935).	+ 1.00

Increase in Expenditure (Normal)

9.	Interest-Increase in S.B.Deposits, Insurance fund etc.	- 1.00
	Normal increase in Establishment charges, and other ordinary items of expenditure.	- 3.00
	Net improvement in the Revenue Account.	3.00

NOTE—Contn. Sheet.

WD 2030—GPB—250—2-6-34

Serial No.

It seems therefore possible to present a Balanced budget during 1936-37 even if the emergency reduction in salaries is abolished from 1st July 1936 (including bills for June payable in July 1936). But the margin for new items of expenditure will continue to be limited as at present. The emergency reduction in salaries has been in force since November 1931 and it is perhaps not desirable to continue it indefinitely, particularly when the similar reduction effected in British India from 1st December 1931, was abolished from 1st April 1935.

Along with the question of the continuance or otherwise of the emergency reduction in salaries, the continuance or otherwise, during 1936-37, of the following other Economy measures, now in force to minimise ~~the~~ expenditure, has also to be considered:-

	Approximate savings per annum. Rs.
(1) Percentage cuts in the grants to the aided Middle and High Schools (Middle Schools 5% and High Schools 10%) Sanctioned till the end of June 1936.	8,000
~~(II) Reduction in the fixed travelling allowance by 20% in all departments. Sanctioned until further orders.~~	
(II) Reduction in the remuneration to Examiners in the Education Department- Sanctioned till the end of June 1936.	10,000
(III) Restrictions regarding the filling up of vacancies, grant of leave etc- Sanctioned till the end of June 1936.	

Item (1) will have to be regarded in the same way as the emergency reduction in salaries and abolished when the latter is abolished. The other economy measures will have to be continued during the next year also.

I approved this may be taken up in the Ministry Council meeting on 16/1/36 15/1/36.

Sub for perusal
16-1-36
1st Minister
2nd Minister
16/1
16/1/36.
16-1-36

NOTE—Contn. Sheet.

WD 2030—GPB—250—2-6-34

Ch Sec
16-1-36

C.171

Extract from the Proceedings of the 945th *Meeting of the Council of His Highness the Maharaja, held at Bangalore on the* 16th January 1936. *19* .

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33. Subject. - Clause xii of the schedule.

Question of removal of salary cut during 1936-37.

OPINION OF THE COUNCIL.

It may be removed from 1st July 1936.

(Signed) MIRZA M. ISMAIL,

Dewan of Mysore.

DEWAN'S OFFICE
17 JAN. 1936
No. 4514

"EXTRACT"

17-1-36

Financial Secretary, with compts, for favour of further action.

17-1-36

Chief Secretary to Government.

WD 433—GPB—1,000—1-9-26

D.S.N. is put-up

17/1

Dewan

Submitted to His Highness.

In connection with the preparation of the detailed budget estimates for 1936-37, the Comptroller solicits instructions as to the continuance or otherwise during 1936-37 of the emergency reduction in salaries of Government servants, now in force. He has also submitted a rough preliminary forecast of the probable revenue and expenditure of the current year with reference to the progress of actuals and information so far available. From the Forecast, it will be seen that fall in Revenue is anticipated under "Excise" and "Railways" as compared with the budget estimates, while some improvement is expected under "Income-tax", "Stamps" and "Mining Revenue" and that, on account of the favourable seasonal conditions, the prospect of realising the budget anticipations under Land Revenue is fair. The Comptroller states, that if the estimated collections under Land Revenue are realised and that if further additional grants are not sanctioned, there is every probability of the Revenue account during the current year being balanced. On this basis, it has been calculated that it may be possible to present a balanced budget for the next year, even after abolishing the emergency reduction in salaries which has resulted in a saving of about Rs. 2 lakhs per annum, if the collections under Land Revenue, Income-tax and Mining Revenue during the next year do not fall short of the collections during the current year and if new items of expenditure involving large amounts are not sanctioned.

The reduction in salaries was introduced in Mysore from 1st November 1931 as an emergency measure and has been in force for a long time. Similar reduction ordered by the Government of India from 1st December 1931 was abolished from 1st April 1935. It is therefore considered desirable to abolish the emergency reduction in salaries from 1st July 1936 including bills for June payable in July 1936.

The question was considered in Council on the 16th.

Submitted to H. H. (contd.)

January 1936 and the following is the opinion of the Council:-

"It (salary cut) may be removed from 1st July 1936".

I solicit the gracious sanction of His Highness to the above proposal

Mirza M. Ismail

DEWAN.

Bangalore,
18th January 1936.

Record of Cases submitted for the Orders of His Highness the Maharaja.

Subject.

Removal of salary cut from 1st July 1936.

C Secy
MS
23.1.36

376

Order.

~~KRW~~
22/1/36

Pmr
24-1-36

General and Revenue
Secretariat

C. 171

SUBJECT:- Removal of Salary cut from 1st July 1936.

(*)

31. All urgent or confidential files returned with His Highness' orders may in the absence of instructions or indications to the contrary, be ordinarily circulated to the Members of Council for perusal after the issue of orders.

33. The Secretaries concerned should see that orders in the cases referred to above are issued at once and that the files are returned immediately after to the Chief Secretary for circulation to the Members.

34. In all other cases, the files will first be circulated to the Members of Council at Head-quarters and then sent to the Secretariat concerned for the issue of orders.

Circulated to Members of Council for perusal of His Highness' orders before/after issue of orders. (*Vide Rules* 31, 33 and 34 of the Subsidiary Rules for the conduct of business of Council in the Manual of Council Rules and Procedure.)

Chief Secretary to Government.

Through the Secretary to Government,

Financial Department.

S'194 / 29.1.36

FIRST MEMBER OF COUNCIL. 26/1

5629 / 27/1

SECOND MEMBER OF COUNCIL. 27/1/36

Fin: Secy. with compliments

29-1-36

Secy. 29.1.36

29/1

NOTE.—Contn. sheet.

2696/FL

General and Revenue Secretariat

File No. Emergency reduction in salaries. of 193 . [App. F. III

Serial No.

In the absence of further orders of Government, the emergency reduction in salaries will automatically cease from 1936-37, and no formal Government order regarding the abolition from 1936-37 is necessary. It is perhaps sufficient if the Comptroller is informed by a letter that the above emergency reduction will not be continued during 1936-37.

Draft letter to the Comptroller is submitted for approval.

FL Secy) 11.6.36.

11/6

The Comptr has to inform Treasurer (and other Audit Offs, also 4 individual offrs) - So a formal letter may issue to them now. So that he may take further action. The draft may be appd

Dewan)

11/6

11-6-36

Issue 12/6/36.

Letter No. FL 8329 dated 15-6-36 to the Comptroller.

DEWAN'S OFFICE 11 JUNE 1936 No. 7575

TYPING SECTION JUN. 1936 GENL & REV. SECTT.

B 11-6-36

NOTE.—Contn. Sheet.

WD 01955—GPB—22,500—12-6-34

G.7·302-35-1

8329 of 15/6/36

To

The Comptroller

Sir,

I am directed to invite reference to Government order No.Fl 9019-78 G F 402-34-1 dated 17th June 1935, issuing instructions in the matter of Emergency reduction in Salaries of Government servants during 1935-36, and to state that the ~~Emergency~~ said reduction in Salaries will not be continued ~~during~~ from 1936-37(including claims for June 1936 payable during 1936-37)

I have etc

11/6.

11-6-36. Financial Secretary.

2w13/6